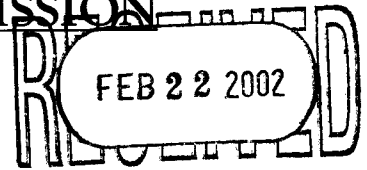


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION



Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02148A
VALLEY VIEW WATER COMPANY INC.
P. O. BOX 12490
SCOTTSDALE AZ 85267-2490

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

2/22/02 cm

SCANNED

COMPANY INFORMATION

Company Name (Business Name)	VALLEY VIEW WATER COMPANY, INC.		
Mailing Address	PO Box 12490, Scottsdale, AZ 85267-2490		
	(Street)		
	(City)	(State)	(Zip)
480-860-8838	480-614-8303		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
Local Office Mailing Address			
	(Street)		
	(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

MANAGEMENT INFORMATION

Management Contact:	DORIS GRUTZMACHER		
	(Name)	(Title)	
9648 E. Clinton St,	Scottsdale, AZ	85260	
	(Street)	(City)	(State) (Zip)
480-860-8838	480-614-8303		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
On Site Manager:	KENNETH BOWLIN		
	(Name)		
1316 N. 360th ave.,	Tonapah, AZ	85354	
	(Street)	(City)	(State) (Zip)
623-386-2618			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

Statutory Agent: Doris Grutzmacher

(Name)

9648 E. Clinton St. Scottsdale, AZ 85260

(Street)

(City)

(State)

(Zip)

480-860-8838

480-614-8303

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Brian Hendrickson

(Name)

2033 E. Warner Rd #104, Tempe, AZ 85282

(Street)

(City)

(State)

(Zip)

602-345-7500

602-345-6406

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,500		1,500
302	Franchises			
303	Land and Land Rights	20,000		20,000
304	Structures and Improvements			
307	Wells and Springs	75,000	38,000	37,000
311	Pumping Equipment	13,100	11,135	1,965
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	32,000	13,922	18,078
331	Transmission and Distribution Mains	142,191	36,550	105,641
333	Services	10,500	5,754	4,746
334	Meters and Meter Installations	6,050	5,114	936
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4,000	3,040	960
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	304,341	115,718	188,623

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,500		
302	Franchises			
303	Land and Land Rights	20,000		
304	Structures and Improvements			
307	Wells and Springs	75,000	3%	2,250
311	Pumping Equipment	13,100	3%	655
320	Water Treatment Equipment		4.30%	
330	Distribution Reservoirs and Standpipes	32,000	2%	640
331	Transmission and Distribution Mains	142,191	2%	640
333	Services	10,500	2.5%	263
334	Meters and Meter Installations	6,050	4%	242
335	Hydrants		2%	
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4,000	3%	120
340	Office Furniture and Equipment		5%	
341	Transportation Equipment		20%	
343	Tools, Shop and Garage Equipment		4.95%	
344	Laboratory Equipment			
345	Power Operated Equipment		6.5%	
346	Communication Equipment			
347	Miscellaneous Equipment		7.7%	
348	Other Tangible Plant			
	TOTALS	304,341		7,013

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 7,199	\$ 6,672
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 7,199	\$ 6,672
	FIXED ASSETS		
101	Utility Plant in Service	\$ 304,341	\$ 304,341
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	108,705	115,718
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 195,636	\$ 188,623
	TOTAL ASSETS	\$ 202,835	\$ 195,295

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 10,000	\$ 10,000
211	Paid in Capital in Excess of Par Value	382,148	382,148
215	Retained Earnings	(-188,713)	(-196,295)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 203,435	\$ 195,295
	TOTAL LIABILITIES AND CAPITAL	\$ 203,435	\$ 195,295

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 14,506	\$ 14,232
460	Unmetered Water Revenue	807	558
474	Other Water Revenues	2,200	1,875
	TOTAL REVENUES	\$ 17,513	\$ 16,665
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 0	\$ 0
610	Purchased Water	0	0
615	Purchased Power	1,190	1,404
618	Chemicals	0	0
620	Repairs and Maintenance	5,295	4,631
621	Office Supplies and Expense	1,117	734
630	Outside Services	2,400	3,269
635	Water Testing	920	1,416
641	Rents	1,800	2,400
650	Transportation Expenses		
657	Insurance – General Liability	1,127	
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,007	1,465
403	Depreciation Expense	7,013	7,013
408	Taxes Other Than Income	864	1,220
408.11	Property Taxes	1,091	1,097
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 23,824	\$ 24,649
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 183	\$ 133
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	362	(-289)
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$ (- 179)	\$ (-156)
	NET INCOME/(LOSS)	\$ (-6,132)	\$ (-8,140)

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 500.00
--	-----------

Meter Deposits Refunded During the Test Year	\$ 200.00
--	-----------

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
803547	3	40	Upper 495'	2"
			casing (size 16")	
			Mid 8'	
			casing (size 12")	
			Lower 720'	
			casing (Bottom 10 3/4")	

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = _____

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10 hp	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000	1	5,000	1

STATISTICAL INFORMATION

Total number of customers	19	
Total number of gallons sold	3,667,040	gallons

COMPANY NAME VALLEY VIEW WATER COMPANY, INCYEAR ENDING 12/31/2001**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

loss (8,140)

State Taxable Income Reported

Estimated or Actual State Tax Liability

loss (8,140)

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

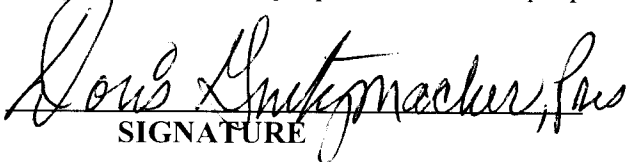
Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE2/20/02
DATEDoris Grutzmacher,
PRINTED NAMEPresident
TITLE

COMPANY NAME VALLEY VIEW WATER COMPANY, INC. YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 1,097.42

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MARICOPA
NAME (OWNER OR OFFICIAL) TITLE Doris Grutzmacher, President
COMPANY NAME VALLEY VIEW WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 16,665.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 871.69

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Valley View Water Company. Inc

Doris Grutzmacher, Pres
SIGNATURE OF OWNER OR OFFICIAL

480-860-8838

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2. 20. 02

DAY OF

(SEAL)

MY COMMISSION EXPIRES

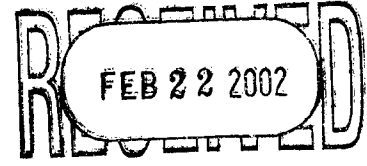
2002

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>February</u>
	<u>2002</u>

Sula A. Sgum
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) MARICOPA	
NAME (OWNER OR OFFICIAL) Doris Grutzmacher	TITLE President
COMPANY NAME VALLEY VIEW WATER COMPANY. INC	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>16,665.00</u>
--

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 871.69
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Valley View Water Company, Inc
X Doris Grutzmacher
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

30th

DAY OF FEB

NOTARY PUBLIC NAME <u>Linda A. Bigmore</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>FEB</u>	20 <u>02</u>

(SEAL)*

MY COMMISSION EXPIRES

X Linda A. Bigmore
SIGNATURE OF NOTARY PUBLIC

DETACH AND RETURN WITH PAYMENT

PARCEL# 639-89-000 6



2001 FULL YEAR PAYMENT STUB OR
2001 FIRST HALF PAYMENT STUB
DUE OCTOBER 1, 2001

VALLEY VIEW WATER CO

MAKE CHANGES TO MAILING ADDRESS BELOW:

MAKE CHECK PAYABLE TO:

Maricopa County Treasurer
P O Box 78574
Phoenix, AZ 85062-8574

PRINT THE ABOVE PARCEL
NUMBER ON YOUR CHECK

U.S. FUNDS ONLY

PLEASE CHECK WHICH PAYMENT APPLIES

FIRST HALF	\$517.00
FULL YEAR	\$1,034.00

DETACH AND RETURN WITH PAYMENT

PARCEL# 506-40-034 4



2001 FULL YEAR PAYMENT STUB
DUE OCTOBER 1, 2001

% AUSTRALIAN INTERNATIONAL LTD

MAKE CHANGES TO MAILING ADDRESS BELOW:

MAKE CHECK PAYABLE TO:

Maricopa County Treasurer
P O Box 78574
Phoenix, AZ 85062-8574

PRINT THE ABOVE PARCEL
NUMBER ON YOUR CHECK

U.S. FUNDS ONLY

FULL YEAR	\$63.42
-----------	---------

0100000000300000063420000006342506400340049

VALLEY VIEW WATER COMPANY P.O. BOX 12490 SCOTTSDALE, AZ 85267-2490	91-2516 1221	1523
Date 12-18-01		
Maricopa Co Treasurer		\$ 1097 43/100
One Thousand Ninety Seven + 43/100		
BANK ONE. Bank One, Arizona, NA (51) Phoenix, Arizona 85001		
Paid In Full		
639-89-000-6 + 506-40-034 + 4		
12220002415234317069118		